



# 2022 Annual Report



Catholic United Financial  
**CREDIT UNION**

[www.catholicunitedCU.org](http://www.catholicunitedCU.org)



# Order of Business

May 17, 2023

## **I. Call to Order & Opening Prayer**

Chair Michael Ahles

## **II. Notice of Annual Meeting**

Secretary/Treasurer Deborah Gephart

## **III. Confirmation of Quorum**

Secretary Gephart

## **IV. Approval of Annual Meeting Minutes from 2022**

Chair Ahles

## **V. Election**

Chair Ahles

## **VI. Report of the Board Chair**

Chair Ahles

## **VII. Report of the Supervisory Committee**

Committee Chair Nate Lamusga

## **VIII. Report of the President**

President Andrea Ferkingstad

## **IX. New Business**

Chair Ahles

## **X. Open Forum & Door Prizes**

President Ferkingstad

## **XI. Closing Prayer**

President Ferkingstad

# Statement of Income

## (Unaudited for the year ended December 31)

	<b>2022</b>	<b>2021</b>
<b>INTEREST INCOME</b>		
Interest income on loans	\$ 581,512	\$ 513,882
Interest income on investments	123,514	75,441
Total interest income	<b>\$ 704,666</b>	<b>\$ 589,324</b>
<b>Interest Expense</b>	<b>50,802</b>	<b>46,718</b>
Net interest income	<b>\$ 653,864</b>	<b>\$ 542,606</b>
<b>Provision for Loan Losses</b>	<b>18,822</b>	<b>21,556</b>
Net interest income after provision	<b>\$ 635,042</b>	<b>\$ 521,050</b>
<b>NON INTEREST INCOME</b>		
Fee income	\$ 57,991	\$ 54,586
Other income	475,525	418,097
Total non interest income	<b>\$ 533,516</b>	<b>\$ 472,684</b>
<b>NON INTEREST EXPENSE</b>		
Salaries and benefits	\$ 759,567	\$ 535,778
Other operating expense	366,636	406,095
Total non interest expense	<b>\$ 1,126,203</b>	<b>\$ 941,873</b>
Net income	<b>\$ 42,355</b>	<b>\$ 51,860</b>

# Statement of Condition

## (Unaudited for the year ended December 31)

	2022	2021
<b>ASSETS</b>		
Cash and cash equivalents	\$ 7,991,239	\$ 1,897,168
Investments	8,904,544	10,634,395
Loans, net	16,228,420	13,523,537
Fixed assets	47,531	58,129
Other assets	300,226	323,339
Total assets	\$ 33,471,960	\$ 26,436,568
<b>LIABILITIES &amp; NET WORTH</b>		
Other liabilities	\$ 10,144	\$ (3,603)
Members' deposits	30,512,061	23,532,771
Regular reserves	118,884	118,884
Equity acquired in mergers	1,674,718	1,674,718
Undivided earnings	1,113,798	1,061,938
Year-to-date earnings	42,355	51,860
Total liabilities and net worth	\$ 33,471,960	\$ 26,436,568

<b>KEY STATISTICS</b>	2022	2021
Return on Average Assets	0.14%	0.22%
Net Capital/Assets	8.81%	10.99%
Share Growth	29.66%	26.49%
Loan Growth	19.95%	19.32%
Asset Growth	26.61%	24.18%
Membership Growth	-14.70%	15.95%



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## MANAGEMENT TEAM

**Andrea Ferkingstad**  
President

**Alison Caldwell**  
Director of Finance

**Tabitha Devening**  
Sr. Financial Services Representative  
& Operations Specialist

**Emily Ripplinger**  
Branch Manager

**Chia Her**  
Assistant Branch Manager  
& Member Solutions Coordinator

**Amie Adamson**  
Financial Services Representative

**Sharon Ziegler**  
Financial Services Representative

## BOARD OF DIRECTORS

**Michael Ahles**  
Chair

**Gary Gall**  
Vice Chair

**Deborah Gephart**  
Secretary & Treasurer

**Harald Borrman**  
Director

**Nate Lamusga**  
Director

**Tizoc Rosales**  
Director

**Butch Byers**  
Director

## MISSION

Our mission is to inspire, educate,  
and support members of our Catholic  
communities in achieving a lifetime  
of financial success.



## SUPERVISORY COMMITTEE

**Nate Lamusga**  
Chair

**Tony Erickson**  
Member

**Sheri Satterstrom**  
Member



**Present at the meeting:** Chair, Michael Ahles  
Secretary/Treasurer, Deborah Gephart  
Director Nate Lamusga  
Director Harald Borrmann  
Director Michael McGovern  
President, Maureen Daehn

**Excused Absences:** Vice-Chair Gary Gall, Director Tizoc Rosales, and Supervisory Committee Member George Gmach

**Also present were Supervisory Committee Members:** Chair, Nate Lamusga, Member Jim Gibbons

Chair Michael Ahles called the meeting to order at 10:03 am and began the meeting with a prayer. Chair Ahles made opening remarks and asked for the Notice of the Annual Meeting. Secretary/Treasurer Deborah Gephart confirmed the membership was given proper notice of the Annual Meeting. Secretary Gephart stated the date of May 18, 2022, conforms to the Annual Meeting requirements set in Article III Section 1, of the Credit Union bylaws. Secretary Gephart reported 33 members were in attendance either virtually or in person, thus a quorum was established.

Chair Ahles reported the minutes of the 2021 Annual Meeting were published in the 2021 Annual Report posted on the Credit Union website and asked for any questions. Hearing none, he asked for a motion to accept the 2021 Annual Meeting Minutes. Member Jim Gibbons made a motion to approve the minutes and member Katherine Halverson seconded it. The motion passed.

Chair Ahles reported board members Gary Gall and Deborah Gephart were up for reelection and board member Michael McGovern had decided to step down after twenty-one years of service. Chair Ahles thanked Director McGovern for being the visionary behind starting the Credit Union twenty-one years ago. Director McGovern provided much support and guidance to the Credit Union throughout the years. Butch Byers has been nominated to fill the open Board seat. No other petitions to become a board member had been received. Member Michael McGovern made a motion to elect Gary Gall, Deborah Gephart and Butch Byers each to a three-year term to the Credit Union board of directors. Member Nate Lamusga seconded the motion. The motion passed.

Chair Ahles gave the Report of the Board Chair and noted 2021 was a year of positive change for the Credit Union. New employees joined the Credit Union team, St. Thomas Employee Federal Credit Union merged into the Credit Union effective July 1, 2021 and the Credit Union experienced organic growth both in new members and outstanding loans. He also noted Catholic United Financial recently had approved an Associate Class of

Membership which will make it easier for new members to join the Catholic United Financial family and utilize products and services offered by the Credit Union. Chair Ahles recognized the other board members, Supervisory Committee members and Credit Union Staff for their commitment and service.

Supervisory Committee Chair Nate Lamusga gave the Supervisory Committee Report to the members. He commented on the frequency of their audits and tasks completed. He explained the Supervisory Committee's engagement with external auditors and their involvement with examiners and noted an Appendix A Audit and State of Minnesota Examination were conducted in 2020 and neither had significant audit findings. Supervisory Committee Chair Lamusga said the Committee's work and the reports from the auditors and examiners indicated a strong and compliant credit union.

Chair Ahles introduced President Maureen Daehn.

President Daehn began by introducing the Credit Union team and thanked them for their extraordinary work helping members with all their financial needs and their hard work on the significant projects completed in 2021, including the merger. President Daehn reviewed the 2021 financial results and shared a report showing the growth in total assets, deposits, loans, net income, and membership. President Daehn commented new fees implemented in 2021 were key to increasing income and strengthening capital which is needed to support credit union growth. President Daehn discussed the Credit Union's future looks positive given new employees, the projects completed in 2021, and the ability to add new members via the Associate Membership class. President Daehn commented 2022 was off to a great start with record new loan volumes.

President Daehn highlighted the online tools available to members for 24/7 access to their accounts, and options for easy access to member cash via the debit card. President Daehn thanked the membership for their continued support and trust.

Chair Ahles asked if there was any New Business, and hearing none, moved on to the Open Forum portion of the meeting. The floor was open to questions. There were none.

President Daehn closed the meeting with a prayer. Meeting adjourned at 10:22 am.

Several door prizes were awarded.